

# CERTIFIED MAIL RETURN RECEIPT REQUESTED

MAY 2 7 2015

Mary Ellen Balchunis for Congress Patrick Long, Campaign Manager P.O. Box 282 Fort Washington, Pennsylvania 19034

RE:

MUR 6899

Republican Federal Committee of

Pennsylvania

Pat Meehan for Congress

Pat Meehan

Dear Mr. Long:

On May 19, 2015, the Federal Election Commission reviewed the allegations in your complaint dated October 29, 2014, and found that on the basis of the information provided in your complaint and information provided by the Respondents that there is no reason to believe Republican Federal Committee of Pennsylvania ("RFCP") violated 52 U.S.C. § 30116(a)(2)(A). The Commission dismissed the allegation that RFCP violated 52 U.S.C. § 30120(a)(2) or (3). Further, the Commission found no reason to believe that Pat Meehan for Congress or Pat Meehan violated 52 U.S.C. § 30120 or that Pat Meehan for Congress violated 52 U.S.C. § 30116(f). Accordingly, on May 19, 2015, the Commission closed the file in this matter.

Documents related to the case will be placed on the public record within 30 days. See Statement of Policy Regarding Disclosure of Closed Enforcement and Related Files, 68 Fed. Reg. 70,426 (Dec. 18, 2003) and Statement of Policy Regarding Placing First General Counsel's Reports on the Public Record, 74 Fed. Reg. 66,132 (Dec. 14, 2009). The Factual and Legal Analyses, which more fully explain the Commission's findings, are enclosed.

Mr. Patrick Long MUR 6899 Page 2

The Federal Election Campaign Act of 1971, as amended, allows a complainant to seek judicial review of the Commission's dismissal of this action. See 52 U.S.C. § 30109(a)(8).

Sincerely,

Daniel A. Petalas Associate General Counsel for Enforcement

BY: Peter Blumberg

Assistant General Counsel

Enclosures
Factual and Legal Analyses

1	FEDERAL ELECTION COMMISSION
2	FACTUAL AND LEGAL ANALYSIS
4 5 6 7 8 9	RESPONDENTS: Pat Meehan for Congress and Louis Schiazza in his official capacity as treasurer Pat Meehan
10 11	I. INTRODUCTION
12	This matter was generated by a complaint filed with the Federal Election Commission b
3	Patrick Long, campaign manager for Mary Ellen Balchunis for Congress, alleging violations of
14	the Federal Election Campaign Act of 1971, as amended (the "Act").
15	The Complaint alleges that the Republican Federal Committee of Pennsylvania ("RFCP
6	distributed a mailer on behalf of congressional candidate Pat Meehan that failed to include a
17	disclaimer stating whether it was authorized by Meehan or his authorized committee, Pat
8	Meehan for Congress and Louis Schiazza in his official capacity as treasurer ("Committee").
19	Compl. at 1. The Complaint also alleges that the Committee must have provided the two
20	photographs of Meehan used in RFCP's mailer because they "do not appear to be publicly
21	available." Id. RFCP responds that the mailer qualifies for the "volunteer materials" exemption
22	making an authorization statement unnecessary. RFCP Response at 1. RFCP further asserts that
23	it did not obtain the photographs used in the mailer from the Committee or Meehan. Id. The
24	Committee responds that it had no involvement with or connection to the mailer. Committee
25	Response at 1.
26	II. FACTUAL AND LEGAL ANALYSIS
27	RFCP is a state party committee. See RFCP Statement of Organization, filed November
28	2, 2011, at 2. Its two-page mailer shows two photos of Meehan meeting with constituents and

touts Meehan's record on "protecting Social Security and Medicare." See Compl., Exh. 1. The

- mailer includes the Committee's campaign logo, which reads "Meehan for Congress." Id. The
- 2 mailer's disclaimer states, "Paid for by the Republican Federal Committee of Pennsylvania," and
- the return address on the mailer includes RFCP's street address and internet address. See id.<sup>2</sup>

## A. Disclaimers and the Volunteer Materials Exemption

- 5 Under the Act, any public communication, such as a mass mailing, made by a political
- 6 committee must display a disclaimer. 52 U.S.C. § 30120(a) (formerly 2 U.S.C. § 441d(a));
- 7 11 C.F.R. § 110.11. If the mailer is authorized by a candidate or the candidate's authorized
- 8 committee, but is paid for by another person, the mailer must state that the other person paid for
- 9 it, and that the candidate's committee authorized it. 52 U.S.C. § 30120(a)(2) (formerly 2 U.S.C.
- 10 § 441d(a)(2)). If the mailer is not authorized by a candidate or candidate's committee, the
- disclaimer must provide the payor's name, street address, phone number or internet address and
- state that the mailer is not authorized by any candidate or candidate committee. 52 U.S.C.
- 13 § 30120(a)(3) (formerly 2 U.S.C. § 441d(a)(3)); 11 C.F.R. § 110.11(b)(3). If, however, the
- mailer satisfies the volunteer materials exemption, the disclaimer on the mailer need not include
- an authorization statement. 11 C.F.R. § 110.11(e).
- Under the volunteer materials exemption, the costs of certain campaign materials paid for
- by a state or local party committee and used in connection with volunteer activities on behalf of
- the party's nominee are neither contributions nor expenditures. See 52 U.S.C. § 30101(8)(B)(ix).

See Response at 1 (same logo).

From October 20-27, 2014, RFCP paid \$75,483 to Red Maverick Media, a communications vendor, and \$15,590 to the U.S. Postal Service in connection with "Meehan mail," for a total of \$91,703. See 2014 Post-General Report, filed on December 3, 2014, at 193, 195-96, 214, 216-17, and 222. The Meehan mailer at issue, however, is not specifically identified in RFCP's disclosure reports, and the Committee made no disbursement in connection with Meehan on October 23, 2014, the date the volunteers apparently worked on the mailer. Thus, we are unable to determine the precise cost of the mailer.

A "mass mailing" is a mailing by United States mail or facsimile of more than 500 pieces of identical or substantially similar matter within any 30-day period. 11 C.F.R. § 100.27. The photographs attached to RFCP's response strongly suggest that the Mechan mailer was a mass mailing. See RFCP Resp., Exh. 1 (Zach Niles Statement Attachments).

(9)(B)(viii) (formerly 2 U.S.C. § 431(8)(B)(ix), (9)(B)(viii)). To qualify for the volunteer

- 2 materials exemption, mailers must be "used ... in connection with volunteer activities,"
- 3 "distributed by volunteers and not by commercial or for-profit operations," and cannot "be used
- 4 in connection with ... direct mail," which means "any mailing(s) by a commercial vendor or any
- 5 mailing(s) made from commercial lists." 11 C.F.R. §§ 100.87, 100.147; see, e.g., MUR 5598
- 6 (Utah Republican Party) (exercising prosecutorial discretion to dismiss matter where volunteers
- 7 stamped mailers and loaded them onto a truck, but commercial vendor printed addresses on
- 8 mailers, sorted them by postal carrier route, and delivered mailers to post office). And, as
- 9 mentioned above, disclaimers on mailers that satisfy the volunteer materials exemption must
- include a "paid for by" statement and the payor's name, street address, phone number or web
- address, but not an "authorized by" statement, even if a candidate authorized the mailer. See
- 12 11 C.F.R. § 110.11(a), (e).
- In its sworn Response, RFCP argues that the mailer qualifies for the volunteer materials
- exemption because volunteers performed work on the mailing, it did not use a commercial
- mailing list, and it only used federal funds to pay for the mailing. RFCP Resp. at 1. In a sworn
- statement, RFCP's "non-allocable mail coordinator" attests that he personally supervised the
- 17 volunteers who worked on the Meehan mailing. See RFCP Resp., Exh. 1 (Zach Niles
- 18 Statement). Niles attached a volunteer sign-in sheet, dated October 23, 2014, and eleven
- 19 photographs that show volunteers unpacking, addressing, and transporting the mailing to the post
- office. See RFCP Resp., Exh. 1 (Niles Statement Attachments). The Complaint does not allege
- any facts that show that RFCP did not satisfy the exemption's requirements.

Although not in dispute in this MUR, the exemption also requires that the communication's costs be paid for with federal funds and not involve the use of national party funds. See 11 C.F.R. §§ 100.87(a)-(g), 100.147(a)-(g).

2 U.S.C. § 441d)).6

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The mailer at issue qualifies for the volunteer materials exemption and, therefore, 1 RFCP's disclaimer did not require an authorization statement. RFCP is a state party committee, 2 and its response is supported by a sworn statement and many pictures showing that RFCP 3 volunteers unpacked, addressed, and delivered the mail pieces to the post office. These activities 5 are similar to those the Commission has found sufficient to meet the exemption, which include stamping, sorting, and bundling mail pieces, and delivering them to the post office. See MUR 6 7 4851 (Michigan Republican State Committee) (exemption applied where volunteers stamped, 8 placed address labels on mailers, and delivered mailers to post office); see also MUR 3218 9 (Blackwell for Congress) (volunteers stamped and sorted the mail pieces into the requisite postal/zip code categories and transported them to the post office); MUR 4754 (Republican 10 Campaign Committee of New Mexico) (same).<sup>5</sup> Thus, RFCP has shown that its volunteers 11 distributed the materials, as required by the regulation. See 11 C.F.R. §§ 100.87(d), 100.147(d). 12 Because the mailer appears to satisfy the volunteer materials exemption, the disclaimer 13 on the mailer only needed to state that RFCP paid for it and to provide RFCP's full name, street 14 address, and web address. See 11 C.F.R. § 110.11(b)(3), (e). 15 Therefore, there is no reason to believe that Pat Meehan or Pat Meehan for Congress and 16 Louis Schiazza in his official capacity as treasurer violated 52 U.S.C. § 30120 (formerly 17

The Statement of Reasons in MUR 5598 describes additional, similar scenarios the Commission has found to satisfy the exemption. See Statement of Reasons, Comm'rs. Petersen, Bauerly, Hunter & Weintraub, MUR 5598 (Utah Republican Party) at 3-4.

The Complaint alleges that Meehan and the Committee violated the disclaimer statute although under the Act, it appears that only the person making the "disbursement" for the communication at issue has a duty to comply with the disclaimer obligations. 52 U.S.C. § 30120(a) (formerly 2 U.S.C. § 441d(a)).

## B. Use of Photographs

The Complaint alleges that RFCP used two Meehan campaign photographs in the mailer.

3 The Complaint appears to suggest that the use of the photos resulted in a contribution from

4 RFCP to the Committee, either through republication or coordination. See Compl. at 1. The

5 Complainant specifically alleges that RFCP used two photographs of Meehan that it was unable

to locate on the Committee's website, Flickr, or Facebook pages. See id. Thus, Complainant

surmises that the Committee provided the photos to RFCP. Id. RFCP flatly denies that it

8 received the photographs from Meehan or the Committee. See RFCP Resp. at 1. And the

Committee asserts that it had no connection to or involvement with the mailing. See Committee

10 Resp. at 1.

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Both RFCP's and the Committee's denials are sworn, and Complainant cites nothing, other than the inability to find the pictures on Meehan's internet sites, to cast doubt on these denials. And there is no available information to support the Complainant's speculative allegation. Further, payments qualifying for the volunteer materials exception are not "contributions" or "expenditures," and are not subject to the Act's contribution or expenditure limits. See 52 U.S.C. §§ 30101(8)(B)(ix), (9)(B)(viii) (formerly 2 U.S.C. §§ 431(8)(B)(ix), (9)(B)(viii)); 11 C.F.R. §§ 100.87, 100.147. Therefore, RFPC may permissibly coordinate these communications with the Meehan Committee. Accordingly, there is no reason to believe that Pat Meehan for Congress and Louis Schiazza in his official capacity as treasurer accepted an excessive contribution in violation of 52 U.S.C. § 30116(f) (formerly 2 U.S.C. § 441a(f)).

<sup>&</sup>lt;sup>7</sup> 52 U.S.C. § 30116(a)(7)(B)(iii) (formerly 2 U.S.C. § 441a(a)(7)(B)(iii)); 52 U.S.C. § 30116(a)(7)(B)(i) (formerly 2 U.S.C. § 441a(a)(7)(B)(i)).

#### FEDERAL ELECTION COMMISSION

#### FACTUAL AND LEGAL ANALYSIS

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5 RESPONDENTS:

Republican Federal Committee

of Pennsylvania and Carolyn Welsh

**MUR 6899** 

in her official capacity as treasurer

## I. INTRODUCTION

This matter was generated by a complaint filed with the Federal Election Commission by Patrick Long, campaign manager for Mary Ellen Balchunis for Congress, alleging violations of the Federal Election Campaign Act of 1971, as amended (the "Act").

The Complaint alleges that the Republican Federal Committee of Pennsylvania and Carolyn Welsh in her official capacity as treasurer ("RFCP") distributed a mailer on behalf of congressional candidate Pat Meehan that failed to include a disclaimer stating whether it was authorized by Meehan or Pat Meehan for Congress ("Committee"), Meehan's authorized committee. Compl. at 1. The Complaint also alleges that the Committee must have provided the two photographs of Meehan used in RFCP's mailer because they "do not appear to be publicly available." *Id.* RFCP responds that the mailer qualifies for the "volunteer materials" exemption, making an authorization statement unnecessary. RFCP Response at 1. RFCP further asserts that it did not obtain the photographs used in the mailer from the Committee or Meehan. *Id.* The Committee responds that it had no involvement with or connection to the mailer. Committee Response at 1.

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## A. Disclaimers and the Volunteer Materials Exemption

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In its sworn Response, RFCP argues that the mailer qualifies for the volunteer materials exemption because volunteers performed work on the mailing, it did not use a commercial mailing list, and it only used federal funds to pay for the mailing. RFCP Resp. at 1. In a sworn statement, RFCP's "non-allocable mail coordinator" attests that he personally supervised the volunteers who worked on the Meehan mailing. See RFCP Resp., Exh. 1 (Zach Niles Statement). Niles attached a volunteer sign-in sheet, dated October 23, 2014, and eleven photographs that show volunteers unpacking, addressing, and transporting the mailing to the post office. See RFCP Resp., Exh. 1 (Niles Statement Attachments). The Complaint does not allege any facts that show that RFCP did not satisfy the exemption's requirements.

Although not in dispute in this MUR, the exemption also requires that the communication's costs be paid for with federal funds and not involve the use of national party funds. See 11 C.F.R. §§ 100.87(a)-(g), 100.147(a)-(g).

į The mailer at issue qualifies for the volunteer materials exemption and, therefore, 2 RFCP's disclaimer did not require an authorization statement. RFCP is a state party committee, 3 and its response is supported by a sworn statement and many pictures showing that RFCP volunteers unpacked, addressed, and delivered the mail pieces to the post office. These activities 5 are similar to those the Commission has found sufficient to meet the exemption, which include stamping, sorting, and bundling mail pieces, and delivering them to the post office. See MUR 6 4851 (Michigan Republican State Committee) (exemption applied where volunteers stamped, 7 8 placed address labels on mailers, and delivered mailers to post office); see also MUR 3218 9 (Blackwell for Congress) (volunteers stamped and sorted the mail pieces into the requisite postal/zip code categories and transported them to the post office); MUR 4754 (Republican 10 Campaign Committee of New Mexico) (same).<sup>5</sup> Thus, RFCP has shown that its volunteers ΙI distributed the materials, as required by the regulation. See 11 C.F.R. §§ 100.87(d), 100.147(d). 12 Because the mailer appears to satisfy the volunteer materials exemption, the disclaimer 13 on the mailer only needed to state that RFCP paid for it and to provide RFCP's full name, street 14 address, and web address. See 11 C.F.R. § 110.11(b)(3), (e). The mailer contained all this 15 information. The mailer's disclaimer, however, was deficient because it did not include all the 16 required information inside a printed box. See 52 U.S.C. § 30120(c)(2) (formerly 2 U.S.C. 17 § 441d(c)(2)). The box contained RFCP's full name and its "paid for by" statement, but not its 18 street and web addresses. See Compl., Exh. 1. The return address on the mailer, however, 19 provided the missing information. See id. 20 Therefore, because all the required information was readily apparent on the mailer, the 21

Commission exercises its prosecutorial discretion and dismisses the allegation that the

The Statement of Reasons in MUR 5598 describes additional, similar scenarios the Commission has found to satisfy the exemption. See Statement of Reasons, Comm'rs. Petersen, Bauerly, Hunter & Weintraub, MUR 5598 (Utah Republican Party) at 3-4.

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- Republican Federal Committee of Pennsylvania and Carolyn Welsh in her official capacity as
- 2 treasurer violated 52 U.S.C. § 30120(a)(2) or (3) (formerly 2 U.S.C. § 441d(a)(2) or (3)). See,
- 3 e.g., MUR 6683 (Fort Bend Democratic Party) (Commission dismissed disclaimer violation
- where Committee was identified elsewhere in the communication).

## B. Use of Photographs

- The Complaint alleges that RFCP used two Meehan campaign photographs in the mailer.
- 7 The Complaint appears to suggest that the use of the photos resulted in a contribution from
  - RFCP to the Committee, either through republication or coordination. See Compl. at 1. The
- 9 Complainant specifically alleges that RFCP used two photographs of Meehan that it was unable
- to locate on the Committee's website, Flickr, or Facebook pages. See id. Thus, Complainant
- surmises that the Committee provided the photos to RFCP. Id. RFCP flatly denies that it
- received the photographs from Meehan or the Committee. See RFCP Resp. at 1. And the
- 13 Committee asserts that it had no connection to or involvement with the mailing. See Committee
- 14 Resp. at 1.
- 15 Both RFCP's and the Committee's denials are sworn, and Complainant cites nothing,
- other than the inability to find the pictures on Meehan's internet sites, to cast doubt on these
- 17 denials. And there is no available information to support the Complainant's speculative
- 18 allegation. Further, payments qualifying for the volunteer materials exception are not
- "contributions" or "expenditures," and are not subject to the Act's contribution or expenditure
- 20 limits. See 52 U.S.C. §§ 30101(8)(B)(ix), (9)(B)(viii) (formerly 2 U.S.C. §§ 431(8)(B)(ix),
- 21 (9)(B)(viii)); 11 C.F.R. §§ 100.87, 100.147. Therefore, RFPC may permissibly coordinate these
- 22 communications with the Meehan Committee.

<sup>52</sup> U.S.C. § 30116(a)(7)(B)(iii) (formerly 2 U.S.C. § 441a(a)(7)(B)(iii)); 52 U.S.C. § 30116(a)(7)(B)(i) (formerly 2 U.S.C. § 441a(a)(7)(B)(i)).

MUR 6899 (Republican Federal Committee of Pennsylvania) Factual and Legal Analysis Page 6 of 6

- Accordingly, there is no reason to believe that the Republican Federal Committee of
- 2 Pennsylvania and Carolyn Welsh in her official capacity as treasurer made an excessive
- 3 contribution in violation of 52 U.S.C. § 30116(a)(2)(A) (formerly 2 U.S.C. § 441a(a)(2)(A)).